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FOR IMMEDIATE RELEASE

(CNQ - CSNO)

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Update on Lithuanian Operations

On Thursday, October 27, 2005, UAB Grand Casino Europa ("GCE"), a wholly owned subsidiary of Creation Casinos Inc. ("Creation"), filed for arbitration in Vilnius Court of Commercial Arbitration against UAB Grand Casino International ("GCI"), our Lithuanian business partner in the Grand Casino World gaming complex.

Under the Cooperation and Project Development Agreement ("CPDA") established on March 15, 2003, GCE owns and operates the casino and GCI owns and operates two restaurants and one night club, all located in the Grand Casino World gaming complex. The primary goal of the restaurant and night club operations was to act as a marketing vehicle in support of the casino operations.

As the gaming market in Lithuania is relatively new (gaming was legalized in 2002 and the first casino opened in 2003), it was believed that a local business partner was essential and could be instrumental in the success of a casino operation in Lithuania. However, after two years of operation, Creation and GCE believe that the casino can now better realize the market potential in Lithuania and attain profitability sooner by placing the entire complex under one management. A separation from GCI would allow us to create and execute a unified strategy for the complex, improve the service level of the non-gaming operations to our players, and eliminate future profit sharing and duplication of management. Over the past two years, GCE has built a local management team with sufficient knowledge of the market to operate efficiently and effectively.

We have tried to negotiate an amicable separation with GCI and the process is continuing. Since we have not been able to reach a settlement at this time, we have decided to use the arbitration route defined in the agreements between GCE and GCI.

We are asking the Court for the following relief:

- An order for invalidation or, in the alternative, termination of certain agreements;
- An order for payment of 50% of the recovery of leasehold improvement costs of the Grand Casino World gaming complex (approximately Can. \$2.2 million);
- An order to repay some payments we made under the terms of the agreements we are seeking to terminate or invalidate (approximately Can. \$160,000); and

- Payment of all arbitration expenses and costs.

Arbitration is the normal course of action in such matters in Lithuania. In the event that a negotiated settlement is not reached, any resolution to the arbitration will be in the discretion of the court and there can be no guarantee that the relief sought by the Company will be attained.

ON BEHALF OF THE BOARD

Original signed by Lawrence Chen

Lawrence Chen
President and CEO

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The CNQ does not accept responsibility for the adequacy or accuracy of this release.